



JOINT MEETING OF THE RETIREMENT BOARDS

The Employees and Fire and Police Retirement Boards met in a joint session in Council Chambers, 2nd Floor, City Hall, 2600 Fresno Street, Fresno, California at the hour of 3:30 p.m. on the day above written.

Roll Call at 3:55 p.m.

Present for the Employees Retirement Board:

William Quick	Chair
Carla Lombardi	Vice-Chair
Darrell Fifield	Member
Frank Balekian	Member
Marvell French	Member

Present for the Fire and Police Retirement Board:

Brian Burry	Chair
Darrell Fifield	Vice-Chair
Carla Lombardi	Member
Paul Cliby	Member
Stephen Guinn	Member

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APPROVE MINUTES OF THE **JOINT
RETIREMENT BOARD** FOR APRIL 14,
2004, REGULAR JOINT MEETING.

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ON MOTION of Member Balekian seconded by Member French, duly carried, RESOLVED to approve the minutes of April 14, 2004, hereby approved by the following vote:

Ayes:	Quick, Lombardi, Fifield, Balekian, French
Noes:	None
Abstain:	None
Absent:	None

ON MOTION of Member Cliby seconded by Member Lombardi, duly carried, RESOLVED to approve the minutes of April 14, 2004, hereby approved by the following vote:

Ayes:	Burry, Fifield, Lombardi, Cliby, Guinn
Noes:	None
Abstain:	None
Absent:	None

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APPROVE AGENDA OF MAY 19, 2004 :

ON MOTION of Member Balekian seconded by Member French, duly carried, RESOLVED to approve the minutes of April 14, 2004, hereby approved by the following vote:

Ayes: Quick, Lombardi, Fifield, Balekian, French
Noes: None
Abstain: None
Absent: None

ON MOTION of Member Cliby seconded by Member Lombardi, duly carried, RESOLVED to approve the minutes of April 14, 2004, hereby approved by the following vote:

Ayes: Burry, Fifield, Lombardi, Cliby, Guinn
Noes: None
Abstain: None
Absent: None

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TIMED SCHEDULED HEARINGS AND MATTERS

NONE :

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CONSENT CALENDAR

CONFIRM DATE AND TIME FOR THE NEXT
REGULAR JOINT MEETING OF THE
RETIREMENT BOARDS SCHEDULED FOR
2:15 P.M. ON JUNE 9, 2004, FRESNO CITY
HALL, 2600 FRESNO STREET, MEETING
ROOM 2165-A :

Russ Richeda, Legal Counsel, requests that meeting be rescheduled, discussion follows and Board meeting is rescheduled to 8:00 a.m. to 10:00 a.m., June 16, 2004.

CONFIRM DATE AND TIME FOR THE NEXT
INVESTMENT COMMITTEE MEETING
SCHEDULED FOR 8:30 A.M. TO 11:30 A.M.
ON MAY 20, 2004 TO BE HELD IN
MEETING ROOM 2165-A :

CONFIRM DATE AND TIME FOR THE NEXT
ADMINISTRATIVE COMMITTEE MEETING
SCHEDULED FOR 9:00 A.M. TO 12:00
NOON ON MAY 27, 2004 :

APPROVE MONTHLY BUDGET REPORT OF
THE RETIREMENT ADMINISTRATIVE
OFFICE AS OF FEBRUARY 29, 2004 AND
MARCH 31, 2004.

ON MOTION of Member Balekian seconded by Member French, duly carried, RESOLVED
to approve the consent calendar as revised, hereby approved by the following vote:

Ayes: Quick, Lombardi, Fifield, Balekian, French
Noes: None
Abstain: None
Absent: None

ON MOTION of Member Cliby seconded by Member Lombardi, duly carried, RESOLVED
to approve the consent calendar as revised, hereby approved by the following vote:

Ayes: Burry, Fifield, Lombardi, Cliby, Guinn
Noes: None
Abstain: None
Absent: None

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EMPLOYEE PERSONNEL ISSUES

None.

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STAFF INITIATED ITEMS

None.

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BOARD INITIATED ITEMS

INTRODUCE AMENDMENT TO THE JOINT
BOARD RULES TO ADD ADDITIONAL
DROP DISTRIBUTION OPTIONS AS
RECOMMENDED BY THE ADMINISTRATIVE
COMMITTEE

Russ Richeda, Legal Counsel reviews the amendment stating the amendment will
exercise the Board's authority in the Code, to adopt additional DROP distribution
options, reviews discussion with the Board's actuary, and revision to the rule relating to
a single person that was not considered by the Administrative Committee.

Speaking to this issue were Ed Horanic and Betty Niles of FORCE.

Extensive discussion follows regarding actuarial assumption rate and earnings with
Administrator McDivitt and Legal Counsel Richeda responding and issue is referred to
the Administrative Committee for review and clarification.

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CONSIDER UPDATE FROM LEGAL
COUNSEL REGARDING EFFORTS TO
ELIMINATE THE GOVERNMENT PENSION
OFFSET OR THE WINDFALL ELIMINATION
PROVISION.

An update is reviewed by Legal Counsel regarding congressional developments to eliminate the government pension offset and windfall elimination provision. Discussion ensues to formalize our support of this issue, for the labor organizations to pursue this matter further.

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GENERAL DISCUSSION

REPORT FROM THE RETIREMENT
ADMINISTRATOR ON RETIREMENT
PROJECTS AND COMMITTEE ACTION
AGENDAS.

Administrator McDivitt reviewed the status of ongoing projects of the Investment Committee: due diligence for high-yield bond manager, modifications and update to the asset allocation plan; status report and update of Retirement Office relocation project.

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PENDING ACTION LIST DATED MAY 12,
2004 FROM RUSS RICHEDA SALTZMAN &
JOHNSON LAW CORPORATION

Legal Counsel summarized and reviewed the list as presented, highlighting securities litigation claims issue, litigations and upcoming Administrative Committee review of option language.

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INFORMATION ONLY ITEMS

TRANSMITTAL OF THE PUBLIC SAFETY
COMMISSION FINAL REPORT TO THE
CITY COUNCIL HEARD ON MAY 11, 2004

Received

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FRESNO BEE ARTICLE DATED APRIL 11,
2004, REGARDING FRESNO COUNTY
RETIREMENT BOARD TO RECALCULATE
PENSION BENEFITS

Received

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UPDATE FROM LEGAL COUNSEL
REGARDING GLEASON LITIGATION AND
WEB ARTICLES (1) APRIL 14, 2004, \$202
MILLION PENSION SYSTEM BOOST
URGED; (2) APRIL 12, 2004. FUNDFIRE
ARTICLE, THE SALE OF BONDS TO FUND
DEFICIT.

Received

APRIL 2004 NEWS SCAN, FROM GABRIEL,
ROEDER, SMITH & COMPANY

Received

APRIL 12, 2004, FUNDFIRE ARTICLE
REGARDING PRESIDENT BUSH GIVES
PENSION BILL GREEN LIGHT.

Received

FRESNO CITY EMPLOYEES HEALTH AND
WELFARE TRUST FOR THE REGULAR
BOARD MEETING DATED APRIL 14, 2004
AND MINUTES OF THE REGULAR BOARD
MEETING DATED MARCH 10, 2004

UNSCHEDULED ORAL COMMUNICATIONS

None.

PROPOSED AGENDA ITEMS FOR NEXT BOARD MEETING

None.

PUBLIC COMMENTS

None.

ADJOURNMENT – 4:42 p.m.

There being no further business to bring before the Board, and hearing no objections, the Chairs declare the Joint Retirement Board regular meeting adjourned.

Brian Burry, Chair
Fire & Police Retirement Board

William Quick, Chair
Employees Retirement Board

Retirement Board Secretary/Deputy